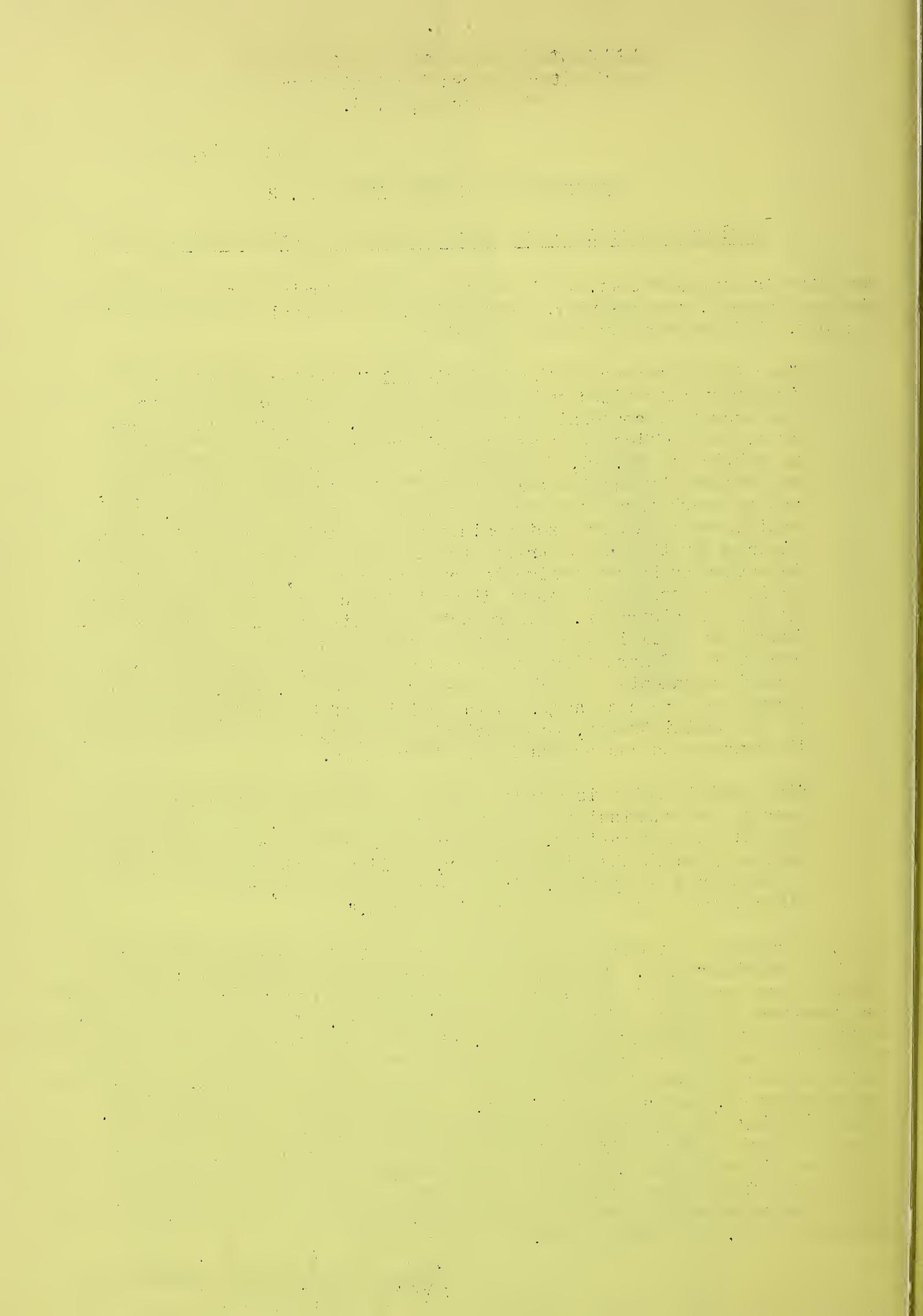


Historic, Archive Document

Do not assume content reflects current scientific knowledge, policies, or practices.



UNITED STATES DEPARTMENT OF AGRICULTURE
Agricultural Marketing Administration
Washington, D.C.

August 19, 1942

ADMINISTRATOR'S MEMORANDUM NO.26

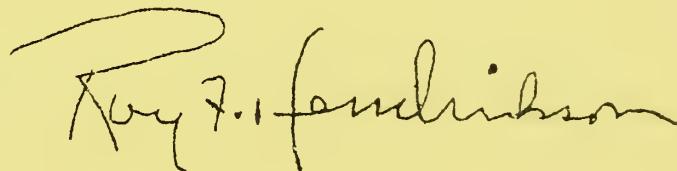
Drawbacks on Export Shipments Made by The
Agricultural Marketing Administration

At the present time we are receiving a number of inquiries pertaining to securing drawbacks in connection with imported raw materials which are later exported by the Agricultural Marketing Administration under the Lend-Lease Program.

Under the drawback system, import duties which are paid on products subsequently exported may be recovered from customs receipts if proper steps are followed in filing claims. This necessitates the filing of a notice of intent to export, together with supporting data in the form of copies of export bills of lading to establish the fact that the imported product was actually exported.

Due to difficulties in connection with supplying information as to the name of the ship, the point of export, and the destination, it is not practical from an operating point of view to supply vendors with such information except where there are straight shipments. As a matter of policy recovery of drawbacks will not be permitted except in cases where purchases of sugar or similar basic products are involved. In such cases recovery will be allowed only where there is express provision in the contract to such effect.

Recovery of such products as jute, salt, and sugar, included as part of the ingredients, will not be permitted and information to this effect should be furnished to vendors and other interested parties. Steps should also be taken to see that this general result is accomplished with reference to announcements and contracts which are entered into.



Administrator

F-293

